

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-01578A  
Aguila Water Services, Inc.  
PO Box 1086  
Sun City, AZ 85372

RECEIVED

JUN 13 2007

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2006
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FOR COMMISSION USE

ANN 04	06
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PROCESSED BY:

6-1307

SCANNED

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> _____		
AGUILA WATER SERVICES		
<b>Mailing Address</b> _____		
BOX 1086		
(Street)		
SUN CITY	AZ	85372-1086
(City)	(State)	(Zip)
623 566 0167	623 376 6256	602 527 6335
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Email Address</b> _____		
N/A		
<b>Local Office Mailing Address</b> _____		
SAME AS ABOVE		
(Street)		
(City)	(State)	(Zip)
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Email Address</b> _____		

## MANAGEMENT INFORMATION

<b>Management Contact:</b> _____		
FELIX (ANDY) BONNET		
(Name)		
7820 WEST PINNACLE PEAK ROAD	PEORIA	PRESIDENT
(Street)	PEORIA	(Title)
(City)	AZ	85383
(State)	(Zip)	
623 566 0167	623 376 6256	602 527 6335
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Email Address</b> _____		
N/A		
<b>On Site Manager:</b> _____		
JAKE SCHMID		
(Name)		
BOX 68	AGUILA	85320-0068
(Street)	(City)	(Zip)
(State)	(State)	
928 685 3098	928 685 3098	602 290 7321
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Email Address</b> _____		
N/A		

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** VICTORIA H. BONNET

(Name)

7820 WEST PINNACLE PEAK ROAD

(Street)

PEORIA

(City)

AZ

(State)

85383

(Zip)

623 566 0167

Telephone No. (Include Area Code)

623 376 6256

Fax No. (Include Area Code)

602 527 0516

Pager/Cell No. (Include Area Code)

**Attorney:** NORMNA D. JAMES---JAY SHAPIRO FENNEMORE & CRAIG

(Name)

3003 NORTH CENTRAL AVE, STE. 2600

(Street)

Phoenix,

(City)

AZ

(State)

85012-2913

(Zip)

602 916 5346

Telephone No. (Include Area Code)

602 916 5546

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**COMPANY NAME**

AGUILA WATER SERVICES

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	600.00		600.00
304	Structures and Improvements	25,370.00	18,587.00	6,783.00
307	Wells and Springs	112,039.00	49,176.00	62,863.00
311	Pumping Equipment	67,945.00	47,191.00	20,754.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	95,995.00	44,450.00	51,545.00
331	Transmission and Distribution Mains	258,115.00	215,023.00	43,092.00
333	Services	37,319.00	31,113.00	6,206.00
334	Meters and Meter Installations	45,391.00	32,783.00	12,608.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	17,067.00	16,749.00	318.00
340	Office Furniture and Equipment	18,431.00	18,431.00	0.00
341	Transportation Equipment	112,739.00	80,277.00	32,462.00
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>791,011.00</b>	<b>553,780.00</b>	<b>237,232.00</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

AGUILA WATER SERVICES

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	600.00		
304	Structures and Improvements	25,370.00	2.77	704.00
307	Wells and Springs	112,039.00	6.23	6,985.00
311	Pumping Equipment	67,945.00	17.55	11,927.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	95,995.00	5.97	5,728.00
331	Transmission and Distribution Mains	258,115.00	5.93	15,314.00
333	Services	37,319.00	1.27	475.00
334	Meters and Meter Installations	45,391.00	2.85	1,293.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	17,067.00	.02	4.00
340	Office Furniture and Equipment	18,431.00	.00	.00
341	Transportation Equipment	112,739.00	5.88	6,627.00
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>791,011.00</b>		<b>49,057.00</b>

This amount goes on the Comparative Statement of Income and Expense  
Acct. No. 403.

**BALANCE SHEET**

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 13,935.00	\$ 11,628.32
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	19,786.00	22,036.55
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	2,902.00	2,901.54
162	Prepayments	19,202.00	28,611.21
174	Miscellaneous Current and Accrued Assets	1,118.00	251.00
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 56,943.00	\$ 65,428.62
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 633,520.00	\$ 659,840.82
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<403,997.00>	<455,072.00>
121	Non-Utility Property	134,811.00	131,170.67
122	Accumulated Depreciation – Non Utility	<128,297.00>	<98,708.00>
	<b>TOTAL FIXED ASSETS</b>	\$ 236,037.00	\$ 237,231.96
	<b>TOTAL ASSETS</b>	\$ 292,980.00	\$ 302,660.88

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

### BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 42,009.00	\$ 40,307.52
232	Notes Payable (Current Portion)	31,250.00	24,426.15
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	26,043.00	27,464.01
236	Accrued Taxes	5,678.00	2,182.89
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 104,980.00	\$ 94,380.57
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 282,940.00	\$ 301,814.10
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	33,344.00	33,344.00
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 33,344.00	\$ 33,344.00
	<b>TOTAL LIABILITIES</b>	\$ 421,264.00	\$ 429,538.67
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 29,365.00	\$ 29,365.00
211	Paid in Capital in Excess of Par Value	48,006.00	48,005.70
215	Retained Earnings	<205,655.00>	<204,248.79>
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ <128,284.00>	\$ <126,878.09>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 292,980.00	\$ 302,660.58

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 208,528.00	\$ 230,368.35
460	Unmetered Water Revenue		
474	Other Water Revenues	1,670.00	1,655.00
	<b>TOTAL REVENUES</b>	<b>\$ 210,198.00</b>	<b>\$ 232,041.35</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 91,297.00	\$ 94,942.85
610	Purchased Water		
615	Purchased Power	14,627.00	15,503.58
618	Chemicals	945.00	2,382.59
620	Repairs and Maintenance	1,554.00	1,893.29
621	Office Supplies and Expense	3,602.00	3,154.32
630	Outside Services		
635	Water Testing		
641	Rents		
650	Transportation Expenses	9,381.00	10,392.92
657	Insurance – General Liability	9,344.00	8,738.73
659	Insurance - Health and Life	5,716.00	15,755.12
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	17,919.00	25,444.40
403	Depreciation Expense	30,021.00	49,057.00
408	Taxes Other Than Income	7,544.00	4,424.82
408.11	Property Taxes	27,125.00	8,717.08
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 214,901.00</b>	<b>\$ 240,406.70</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ &lt;8,877.00&gt;</b>	<b>\$ &lt;8,365.35&gt;</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 2.00	\$ 3.13
421	Non-Utility Income	34,506.00	24,288.80
426	Miscellaneous Non-Utility Expenses	<14,739.00>	<1,300.00>
427	Interest Expense	<12,984.00>	<13,220.58>
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ 6,785.00</b>	<b>\$ 9,771.35</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ &lt;2,092.00&gt;</b>	<b>\$ 1,406.00</b>



**COMPANY NAME** AGUILA WATER SERVICES

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	Mar 23 2001			
Source of Loan	WIFA			
ACC Decision No.	63333			
Reason for Loan	SYSTEM IMPROVEMENTS			
Dollar Amount Issued	\$ 250,000.00	\$	\$	\$
Amount Outstanding ✓	\$ 186,313.00	\$	\$	\$
Date of Maturity	02/08/2018			
Interest Rate	6.38 %	%	%	%
Current Year Interest ✓	\$ 12,520.00	\$	\$	\$
Current Year Principle ✓	\$ 9,665.00	\$	\$	\$

Meter Deposit Balance at Test Year End \$10,557.00

Meter Deposits Refunded During the Test Year \$ 1524.50

<b>COMPANY NAME</b>	AGUILA WATER SERVICES
<b>Name of System</b>	AGUILA WATER SERVICES <b>ADEQ Public Water System Number (if applicable)</b>

04 07 003

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-086985	50	250	800	12	4	1969
55-592364	50	250	900	10	6	2002

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
25	2	- 0 -	- 0 -
5	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	5000	2
15,000	2	2000	1

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME</b>	AGUILA WATER SERVICES	
<b>Name of System</b>	04 07 003	<b>ADEQ Public Water System Number (if applicable)</b>

### WATER COMPANY PLANT DESCRIPTION (CONTINUED)

#### MAINS

Size (in inches)	Material	Length (in feet)
2	PVC <del>PVC</del>	29405
3	PVC	4147
4	PVC	16684
5	N/A	
6	PVC	24495
8	N/A	
10	N/A	
12	N/A	
3	AC	2600
4	AC	2250
6	AC	4680

#### CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	196
3/4	0
1	69
1 1/2	3
2	3
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

#### TREATMENT EQUIPMENT:

NONE

#### STRUCTURES:

SHOP BUILDING

#### OTHER:

EQUIPMENT INCIDENTAL TO THE OPERATION OF A WATER UTILITY.

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

COMPANY NAME: AGUILA WATER SERVICES		
Name of System	04 07 003	ADEQ Public Water System Number (if applicable)

### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	301	2732000	2807300	
FEBRUARY	300	2857600	2795000	
MARCH	300	2862100	3175700	
APRIL	302	3861600	4686300	
MAY	302	4229600	4639400	
JUNE	309	4645000	4493200	
JULY	310	4738000	4219900	
AUGUST	308	3363800	3598900	
SEPTEMBER	308	2962600	3598900	
OCTOBER	308	2954200	3130200	
NOVEMBER	307	2634400	2884600	
DECEMBER	306	2555400	2699800	
TOTALS →		40396300	42294800	

4.5% Differential

What is the level of arsenic for each well on your system? 5 ppb mg/l  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_ GPM for \_\_\_\_\_ hrs N/A

If system has chlorination treatment, does this treatment system chlorinate continuously?  
☐ Yes ☒ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
☐ Yes ☒ No

If yes, provide the GPCPD amount: \_\_\_\_\_ N/A

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

COMPANY NAME AGUILA WATER SERVICES

YEAR ENDING 12/31/2006

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 7985.74

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

**Maricopa County,  
Arizona**

**David Schweikert**

Maricopa County Treasurer  
301 W. Jefferson Street, Room 100  
Phoenix, AZ 85003-2199

Parcel #: 600-36-302 5 2005

Legal Description  
Lot: Blk: Trk:

TOTAL VALUE OF OPERATING PROPERTY

Transaction #006-04315  
Payment Date: 31-OCT-2006

Paid By  
CHECK: \$ 7,985.74

Tax: \$ 7,130.14  
Interest: \$ 855.60

TOTAL: \$ 7,985.74

Balance: \$ 0.00

31-OCT-2006 14:04:01.80

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

**RECEIVED**

JUN 13 2007

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

STATE OF \_\_\_\_\_  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	MARICOPA
NAME (OWNER OR OFFICIAL) TITLE	F. A BONNET
COMPANY NAME	AGUILA WATER SERVICES

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL

623 566 0167

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

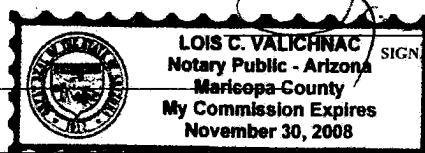
11

DAY OF

COUNTY NAME	MARICOPA
MONTH	JUNE
YEAR	2007

(SEAL)

MY COMMISSION EXPIRES



SIGNATURE OF NOTARY PUBLIC

**COMPANY NAME** AGUILA WATER SERVICES **YEAR ENDING 12/31/2006**

**INCOME TAXES**

For this reporting period, provide the following:

NOT APPLICABLE

Federal Taxable Income Reported \_\_\_\_\_  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

\_\_\_\_\_  
**SIGNATURE**

\_\_\_\_\_  
**DATE**

\_\_\_\_\_  
**PRINTED NAME**

\_\_\_\_\_  
**TITLE**

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

JUN 13 2007

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

**STATE OF** \_\_\_\_\_

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME)	MARICOPA
NAME (OWNER OR OFFICIAL) TITLE	F. A. BONNET
COMPANY NAME	AGUILA WATER SERVICES

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 244,985.33

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 14,598.98

IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*F. A. Bonnet*

SIGNATURE OF OWNER OR OFFICIAL

623 566 0167

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

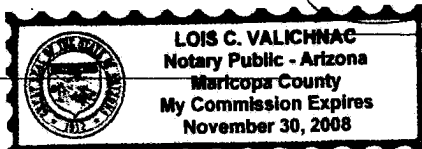
11

**DAY OF**

COUNTY NAME	MARICOPA
MONTH	JUNE 2007

(SEAL)

**MY COMMISSION EXPIRES**



SIGNATURE OF NOTARY PUBLIC



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE**  
Intrastate Revenues Only

**RECEIVED**

JUN 13 2007

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME)      MARICOPA		
NAME (OWNER OR OFFICIAL)      F. A. BONNET	TITLE      PRESIDENT	
COMPANY NAME      AGUILA WATER SERVICES		

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**FOR THE YEAR ENDING**

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**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 244,985.33

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 14,598.98  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

  
SIGNATURE OF OWNER OR OFFICIAL

623 566 0167

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

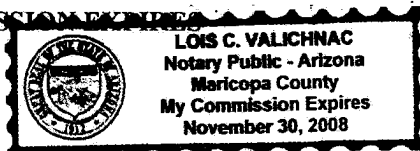
11

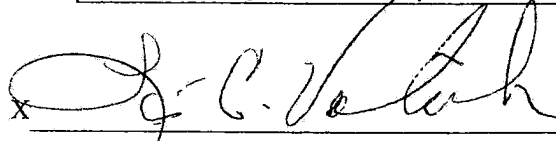
**DAY OF**

NOTARY PUBLIC NAME LOIS C VALICHNAC	
COUNTY NAME MARICOPA	
MONTH JUNE	2007

**(SEAL)**

**MY COMMISSION EXPIRES**



  
SIGNATURE OF NOTARY PUBLIC